FORM MR-AR (Revised 2/2001)

STATE OF UTAH DEPARTMNENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. <u>General Information</u>

- 1. Report Time Period: From: 1/2003 To: 12/2003
- 2. DOGM File Number (Mine No.): M/035/015
- 3. Mine Name: No. Impoundment/Saltair/Tailings
- 4. Mineral(s) Mined (or permitted to mine): Copper and associated metals
- 5. Type of Mine: X Surface Mine or __ Underground Mine
- 6. Legal Description, (Location of Land Affected):

Sections 31 S1/2 S1/2	T1N, R2W
Sections 32 S1/2 SW1/4	T1N, R2W
Sections 35 S1/2 S1/2	T1N, R3W
Sections 36 S1/2 S1/2	T1N, R3W
Sections 4 SW1/4 SW1/4 SW1/4	T1S, R2W
Sections 5, 6, & 7 N1/2 N1/2	T1S, R2W
Sections 8 N1/2 N1/2	T1S, R2W
Sections 9 W1/2 W1/2	T1S, R2W
Sections 17 E1/2	T1S, R2W
Section 1,2,3 E1/2	T1S, R3W
Section 10, 11 N1/2 SW1/4	T1S, R3W
Section 12 N1/2 NE1/4	T1S, R3W
Section 15 N1/2	

- Salt Lake Base and Meridian, Salt Lake County, Utah
- 7. Name of Operator or Company: Kennecott Utah Copper Corporation
- 8. Permanent Street Address: City, State, Zip:

8362 West 10200 South Bingham Canyon, Utah 84006 RECEIVED
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Phone: Fax:

(801) 569-7120 (801) 569-7192

Mailing Address:

P.O. Box 6001

8315 West 3595 South

City, State, Zip:

Magna, UT 84044

Phone:

(801) 569-7120

Fax.

(801) 569-7192

9. Company Representative (or designated operator):

Name:

Paula Doughty

Title:

Manager, Environmental Affairs and

Strategic Resources

Business Address:

P.O. Box 6001

City, State, Zip:

Magna, UT 84044 (801) 569-7120

Phone: Fax:

(801) 569-7192

Please check if any of the above information has changed since previous year

II. Mining and Reclamation

- 1. Was the mine active during the past year? YES
- 2. If no what was the last year of activity? N/A
- 3. If yes how much ore or mineral was mined?

A total of 50.9 million short tons of ore were mined in 2003.

4. Briefly describe the type of work performed, volume of materials moved, and any new or additional surface disturbances that occurred during the past year.

Active tailings disposal continued on the North Impoundment. A total of 49.5 million short tons of tailings were produced and deposited in the North Impoundment in 2003.

5. How much additional acreage was disturbed during the year?

No additional acreage was disturbed in 2003. The North Embankment toe ditch was extended an additional 4 acres, however this was over an area already impacted by tailings operations and thus is not counted in the overall disturbed area.

6. How much acreage was reclaimed during the past year?

No final reclamation was accomplished in 2003. Only temporary seeding was practiced as a dust control measure on inactive tailings.

7. Briefly describe the reclamation work performed during the past year (2003). This description should include methods employed, and an evaluation of the results.

Temporary seeding was practiced as a dust control measure on inactive areas.

8. What is the total disturbed acreage of the entire project at years end (2003)?

Similar to 2002, there were an estimated 3556 acres of disturbed land by the end of 2003.

9. Briefly describe any mining and/or reclamation plans for the upcoming year.

Temporary seeding will continue in 2004 as needed for dust control.

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information – R647-4-121.2 and .3

1. The operator shall include an updated map depicting the surface disturbance and reclamation performed during the year, prepare in accordance with Rule R647-4-105.

A map of the North Impoundment (NTO-52-019) has been included showing temporary seeding on the Embankments in yellow.

2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

Kennecott Utah Copper Corporation updates and maintains reclamation records and those records can be made available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

Paula Doughty

Title of Operator:

Manager Environmental Affairs and Strategic

Resources

Signature of Operator:

Date:

January 28, 2004